FORM MR-AR (Revised 12/2010)

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

## SMALL MINING OPERATIONS PROGRESS REPORT January 1, 2010 to December 31, 2010

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

| 1.                 | Mine Permit Number: 3-023-0079   |
|--------------------|--|
| 2.                 | Mine Name: MAYNARD TO PAZ MINE   |
| 3.                 | Name of Operator/Permittee: COLORADO CALVMET COMPANY TWO Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at <a href="https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf">https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf</a> .   |
| 4.                 | Report the gross amount of ore mined and waste moved.  |
|                    | Gross Ore Mined Tons, or ——yd <sup>3</sup> Waste Material Moved Tons, or ——yd <sup>3</sup>   |
| 5.                 | Disturbance at the end of 2009 Acres   |
|                    | New Disturbance Created during 2010  Acres   |
|                    | Area Reclaimed and Fully Released during 2010  Acres   |
|                    | Total Disturbed Area at the end of 2010  Acres*  |
|                    | Permitted/Bonded Acreage   |
|                    | *The total disturbed area should not be greater than the permitted/bonded acreage.   |
| 6.                 | Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested.  |
|                    | Extire Site back-filled, graded and top soil-covered.  All equipment has been removed from site.  Site was re-seeded in late spring 2010.  |
| Lharah             | v contify under nonellies of long the 'Continue to 'Continue to the 'Continue to 'Continue to the 'Continue to the 'Continue to 'Con |
| correct to the b   | y certify, under penalties of law, the information provided in this report is true and est of my knowledge and belief.   |
|                    |  |
|                    | Name (Typed or Print): Bryan K. Lees   |
|                    | Title of Operator: Prosident, Colorado Calumet Company Inc.  |
|                    | Signature of Operator:   |
|                    | Date: 12-31-10   |
| pb                 | 10 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1   |
| O:\FORMS\reports\M | IR-AR-SMO2010.doc  |
|                    |  |
|                    |  |

- 1 -